

CALIFORNIA DEBT AND INVESTMENT ADVISORY COMMISSION

LIVING WITH AN ISSUE: ONGOING DEBT ADMINISTRATION

May 14-15, 2009
Sheraton Mission Valley San Diego
San Diego, California

AGENDA

THURSDAY, MAY 14

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| 8:00 AM | Registration/Distribution of Seminar Materials/Breakfast |
| 8:30 AM | Seminar Welcome and Opening Remarks

<i>John Decker, Executive Director,
California Debt and Investment Advisory Commission</i> |
| 8:45 AM | Bond Documents: Critical to Managing Debt Service
This session focuses on the sections of bond documents that govern ongoing debt service and the provisions that are critical to review and adjust before closing. These include treatment of reserve account funds, flow of funds between accounts, purpose and management of escrow accounts, continuing disclosure requirements, sources of debt payment funds, and making the final debt service payment. |
| 10:00 AM | Break |
| 10:15 AM | Issuer Roles and Responsibilities
This session covers ongoing issuer responsibilities including selecting a trustee, monthly revenue tracking, timing of debt service payments, investment decisions, bond call notices, continuing disclosure, managing escrow accounts, and records retention requirements. |
| 11:45 AM | Luncheon |
| 1:00 PM | The Roles and Responsibilities of the Trustee
This session details the roles and responsibilities of the trustee and factors issuers should consider before hiring a trustee to administer their bond issue. The session discusses functions and services of a trustee and describes an ideal issuer-trustee relationship. |
| 1:45 PM | Break |
| 2:00 PM | Continuing Disclosure Reporting/Compliance Monitoring |

This session provides general information on current federal securities laws, annual reporting requirements, and review of the eleven enumerated material events and what to do when one occurs.

3:30 PM Break

3:45 PM Tax Certificate Arbitrage Calculations and Rebate
This session focuses on Internal Revenue Service (IRS) requirements with regard to arbitrage rebates, including issuer liability, calculation of interest costs versus investment returns, multi-year allowances, rebate process, recovering rebate overpayment, IRS audits, and options to manage arbitrage allowances.

4:45 PM Adjournment

FRIDAY, MAY 15

8:00 AM Check-in/Breakfast

8:30 AM Refunding an Issue
Refunding is commonly used to achieve debt service savings, remove or replace existing covenants, or restructure debt service payments. This session focuses on evaluating the costs and benefits of refunding existing debt issues. The speakers address reasons to consider a refunding, the difference between current and advance refunding, legal issues, debt structures, and cost features that should be evaluated when contemplating a refunding. How to incorporate and evaluate present value savings into the cost-benefit analysis is also discussed.

10:00 AM Break

10:15 AM Managing Ongoing Responsibilities for Variable-Rate Financings and Interest Rate Swaps
This session highlights ongoing debt management responsibilities involved in maintaining variable-rate financing and interest rate swaps. Speakers cover evaluation of variable rates against commonly used indices such as the London Interbank Offered Rate (LIBOR), bank trading differentials, letter of credit expiration and renewal, swap credit risk, and market valuation of swaps.

NOON Closing Remarks

Speakers to be announced.